KENANGA FUTURES SDN BHD Company No. 353603-X

FBMKLCI FUTURES
DAILY PREVIEW
June 25, 2020

FBMKLCI Futures daily chart

IK1 Index (MDE Kuala Lumpur Composite Index Future) DAILY REPORT CHART Daily 16 Copyright© 2020 Bloomberg Finance L.P. 25-Jun-2020 06:23:55

Preview

Fundamental

Expect futures to remain under selling pressure today in tandem with stumbled Wall Street overnight amid worries about rising COVID-19 cases in several U.S. states prompted a flight from riskier assets. Wall Street's major indexes backpedalled off previous session gains and closed sharply lower on Wednesday, with Nasdaq closed lower for the first time in nine days as rising Covid-19 infections sparked concerns that some U.S. states could be forced to unwind or slow measures to reopen businesses, threatening the pace of the economic recovery. In the regional market, Asian shares ended the session on a mixed tone, tempered by fears over surging coronavirus cases in various parts of the world against a rally on Wall Street. Locally, the FBM KLCI inched lower on persistent selling interest amid mixed regional forces and as some participants was reluctant to take risks following the acceleration of COVID-19 cases globally. Nevertheless, the index managed to close above the psychological 1,500.00 level on selective buying, mainly in rubber glove makers and plantation counters mitigate losses. The index ended 4.41 points easier at 1,502.63 with PETD, PTG, TENAGA and MAXIS was among the major losers. Futures to cash basis weakened to 3 points discount from 2.5 points discount.

Technical

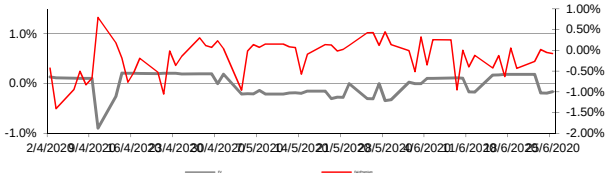
Futures opened higher tracking overnight leads from U.S. market. However, futures sentiment turned sour and trapped in the negative territory for most part of the trading session, following weakness in underlying cash market. At the closed, futures slipped 5.5 points to settle near the intraday low at 1,499.0. Trading activities of the day can be depicted through the formation of a long black candlestick with short upper shadow and short bottom shadow, indicating strong bears present during the session and pushed prices lower. Technical wise, the MACD indicator remains issue a sell signal, while RSI indicator is oscillated at neutral region. Expect futures to trade range bound with downward bias today as selling pressure likely to persist in the local bourse following lacklustre performance in U.S. equities market. However, bargain buying may set in after recent rout. Thus, the support and resistance can be eyed at 1,475.0 and 1,510.0 respectively.

Source: Bloomberg

Contract	Sett	Change	High	Low	Volume	Open Int	O/I chg	O/I chg Value USD	Open Interest 3mth avg	Open Interest Value USD	Previous Week High	Previous Week Low
FBMKLCI	1502.63	-4.41	1507.38	1496.99	109 Mn						1459.81	1320.96
JUN 20	1499.00	-5.50	1512.00	1495.00	11984	24,656	-2,390	-41.93 Mn	25,275	443.45 Mn	1448.50	1293.00
JUL 20	1497.00	-6.50	1510.00	1493.50	2885	5,512	2,263	39.65 Mn	5,183	90.81 Mn	0.00	0.00
SEP 20	1482.50	-6.00	1494.50	1480.00	51	770	8	.14 Mn	807	14.00 Mn	1445.50	1285.00
DEC 20	1476.00	-5.50	1488.50	1475.00	38	364	-3	-.05 Mn	495	8.55 Mn	0.00	0.00
					14,958	31,302	-122	-2.19 Mn	31,760	556.8 Mn		

Futures Fair Value Contract	Exp. Date	KLIBOR Index Pt	Bloomberg Est Div Idx Pt (Gross)	FV	KF Est Div Idx pt (Net)	FV
JUN 20	30/6/2020	0.45	0.91	-0.46	0.91	-0.46
JUL 20	30/7/2020	3.25	1.35	1.90	1.35	1.90
Roll FV				2.35		2.35

Premium to Fair -1.18 Pts -0.08%



Benchmark Indices

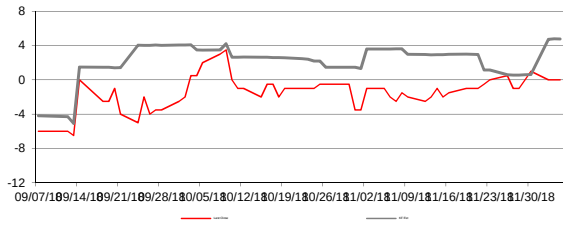
Source: Bloomberg	Last	1d Chg	6m Chg	Relative to FBMKLCI 3m Chg	6m Chg
FBMKLCI	1502.63	-0.29%	-6.33%	23.20%	-7.44%
FBM100	10423.98	-0.17%	-6.67%	2.90%	-0.36%
FBMEMAS	10572.52	-0.18%	-7.00%	3.68%	-0.71%

Local Sector Performance againts FBMKLCI

Sector	1d Chg	3m Chg	6m Chg
Financial	0.39%	-6.51%	-11.74%
Plantation	0.90%	-0.69%	-4.23%
Utilities	0.00%		0.00%

Currencies	Last	1d Chg	3m Chg	6m Chg
USDMYR	4.2720	-0.07%	-3.64%	3.28%
CNYMYR	0.6037	-0.35%	-3.83%	2.26%
Dollar Index (DXY)	97.148	0.52%	-4.79%	-0.52%
MYR to DXY		0.59%	-1.19%	-3.68%

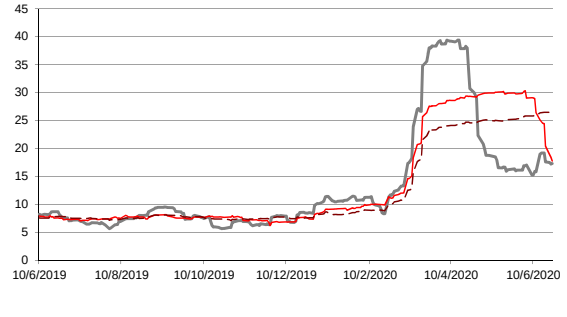
	3m Avg	Last	KF FV
Futures Roll	-2.46	-2.00	2.35



World Equity Indices

Source: Bloomberg	Last	1d Chg	6m Chg	Relative to FBMKLCI 3m Chg	6m Chg
USA					
Dow Jones	25445.94	-2.72%	-10.76%	5.80%	-4.73%
S&P 500	3050.33	-2.59%	-5.37%	8.61%	1.03%
NASDAQ	9909.17	-2.19%	10.68%	18.28%	18.16%
Europe					
DAX	12093.94	-3.43%	-9.07%	7.96%	-2.93%
CAC	4871.36	-2.92%	-19.21%	-3.12%	-13.75%
FTSE100	6123.69	-3.11%	-19.77%	-5.11%	-14.34%
EURO Stoxx	357.17	-2.78%	-14.73%	0.46%	-8.96%
Asia Pacific					
Nikkei 225	22534.32	-0.07%	-5.25%	1.62%	1.16%
Hang Seng	24781.58	-0.50%	-11.06%	-7.15%	-5.05%
Straits Times	2628.62	-0.24%	-18.41%	-7.52%	-12.89%
KOSPI	2161.51	1.42%	-1.30%	11.76%	5.37%
TAIEX	11660.67	0.42%	-2.89%	6.57%	3.67%
S&P/ASX200	5965.75	0.19%	-12.19%	5.21%	-6.26%

	30 Days	60 Days	90 Days
FBMKLCI Volatility	17.30%	17.78%	26.44%



Overnight Leads

Wall Street's three major indexes on Wednesday suffered their biggest daily percentage drop in almost two weeks as a surge in U.S. coronavirus cases intensified fears of another round of government lockdowns and worsening economic damage.-Reuters

Source: Bloomberg

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